

**PEARL RIVER COMMUNITY COLLEGE
DEVELOPMENT FOUNDATION, INC.**

**STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2004**

CASH FLOWS FROM OPERATING ACTIVITIES:

Increase (decrease) in net assets	\$ 336,828
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:	
Depreciation	1,986
Unrealized gains on investments	(107,399)
(Increase) decrease in:	
Pledges receivable	369,590
Prepaid insurance	714
Increase (decrease) in:	
Accounts payable	89,714
Accrued expenditures	20,107
Contributions restricted for permanent investment	(59,815)
Net cash provided by (used by) operating activities	<u>651,725</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Construction and purchase of assets	(705,393)
Investment in common fund	(13,942)
Net cash provided by (used by) investing activities	<u>(719,335)</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Contributions restricted for permanent investment	59,815
Net cash provided by financing activities	<u>59,815</u>

NET INCREASE (DECREASE) IN CASH	(7,795)
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CASH BALANCES

Beginning of year	<u>432,339</u>
End of year	<u><u>\$ 424,544</u></u>

See the independent auditor's report and accompanying notes to financial statements.